

## Annex I: List of conditions and recommendations

1. The approval of the funding proposals approved by the Board pursuant to decision B.30/03 shall be conditional upon the satisfaction of the conditions set out in tables 1 and 2.

**Table 1. General conditions applicable to all funding proposals**

FP number	Conditions
<b>All proposals</b>	<p>(a) Signature of the funded activity agreement (“FAA”) in a form and substance satisfactory to the GCF Secretariat within 180 days from the date of Board approval, or the date the accredited entity has provided a certificate or legal opinion set out in paragraph (ii) below, or the date of effectiveness of the accreditation master agreement (“AMA”) entered into with the relevant accredited entity, whichever is later.</p> <p><u>Satisfaction of the following conditions prior to the signing of the FAA:</u></p> <p>(i) Completion of the legal due diligence to the GCF Secretariat’s satisfaction; and</p> <p>(ii) Submission of a certificate or a legal opinion in a form and substance that is satisfactory to the GCF Secretariat, within 120 days<sup>1</sup> after Board approval, or the date of effectiveness of the AMA entered into with the relevant accredited entity, whichever is later, confirming that the accredited entity has obtained all final internal approvals needed by it and has the capacity and authority to implement the proposed project/programme.</p>

**Table 2. Conditions specific to individual funding proposals**

FP number	Conditions
<b>FP169</b> (SPC Micronesia)	<i>None</i>
<b>FP170</b> (UNDP Thailand)	<p><i>independent TAP conditions</i></p> <p><u>Condition precedent to first disbursement by GCF under the FAA:</u></p> <p>(a) The AE must present, prior to the first disbursement by the GCF under the project, (i) a feasibility assessment (based on existing case-studies and platforms in South East Asia) on the implementation of the project’s proposed utilization of an Internet of Things (IoT) irrigation system for rice cultivation; this should include a costing analysis, review of technical requirements, review of equipment suppliers, plan for development of a Thai version of an IoT irrigation software platform; and (ii) a plan for development and scaling up such IoT irrigation systems by the Thai government as part of its plans for digital transformation and sustainability.</p>
<b>FP171</b> (UNEP Timor-Leste)	<i>None</i>
<b>FP172</b> (AEP Nepal)	<p><i>Board conditions</i></p> <p><u>Condition precedent to third disbursement:</u></p> <p>(a) Delivery by the Accredited Entity to the Fund of an Action Plan agreed among the Federal, Provincial and Local Governments, containing the actions to be taken by the different stakeholders for the adoption and operationalization of the envisaged infrastructure and/or technologies, with their relevant financing sources, at local and provincial level until completion of the project, in line with Nepal’s Constitution</p>

<sup>1</sup> For FP176 (BOAD Niger), the period shall be 180 days. For FP178 (AfDB Desert to Power), the period shall be 150 days.



	<p>and based on the Municipal Energy Plans. For the purposes of this Action Plan, Local Governments shall be represented by the associations of municipalities and rural municipalities (MuAN and NARMIN).</p> <p><u>Include covenant:</u></p> <p>(a) The AE shall report on the progress of the Action Plan in the APRs required to be delivered subsequent to the date of delivery of the Action Plan.</p> <p><i>independent TAP conditions</i></p> <p><u>Condition precedent to second disbursement by GCF under the FAA:</u></p> <p>(a) Delivery by the AE to the Fund, in a form and substance satisfactory to the Secretariat:</p> <p>(i) An electricity supply/demand balance study on the distribution network to which the disbursed electric stoves of the project are connected, to be prepared in collaboration with Nepal Electricity Corporation (NEC). Such study shall cover the adequacy of the KWh supplies and the quality of the electricity supply.</p> <p>(ii) A report of the actions taken to address the findings of the study must be submitted to the Fund prior to the 2nd disbursement.</p>
<b>FP173</b> (IDB Amazon Bioeconomy)	<p><i>independent TAP conditions</i></p> <p><u>Condition precedent to first disbursement by GCF under the FAA:</u></p> <p>(a) Prior to the first disbursement under the Programme, the AE shall submit, in a form and substance satisfactory to the Secretariat, updated eligibility criteria for investments to be applied in Sub-Projects that:</p> <p>(i) Demonstrate the adaptation and/or mitigation potential based on the considerations included in the independent TAP assessment;</p> <p>(ii) Include agreements between EE/LFIs and end beneficiaries aimed at ensuring results and impacts of investments with regards to conservation, restoration and sustainable management.</p>
<b>FP174</b> (CABEI Dry-corridor)	<p><i>independent TAP conditions</i></p> <p><u>Conditions precedent to the execution of the FAA:</u></p> <p>(a) The AE shall submit to the Fund, in a form and substance satisfactory to the GCF Secretariat, an ex-ante EbA Intervention Validation Process that will be utilized to ensure that no EbA intervention under the Programme can receive any grant funding until such time as the proposed intervention has been successfully validated by the AE, and that shall contain the following:</p> <p>(i) A step-by-step description of the EbA Intervention Validation Process that covers each of the validation criteria provided in the funding proposal, including:</p> <p>(1) Sufficient detail on each proposed intervention including site determination, duration, cost, and expected EbA impact among other relevant information so as to permit analysis and evaluation of the proposed intervention in the context of the validation criteria and the relevant catchment plan;</p> <p>(2) For each intervention, a clear articulation of the adaptation impact of the proposed EbA intervention to be grant funded as per the GCF investment criteria indicators;<sup>2</sup></p>

<sup>2</sup> The criteria state that "Project proposals should describe the expected change in loss of lives, value of physical assets, livelihoods, and/or environmental or social losses due to the impact of extreme climate-related disasters and climate change in the geographical area of the GCF intervention."

	<p>(3) For each validation criterion, a clearly articulated and objective standard by which each intervention will be measured against and scored against. A scoring system shall also be designed that can help select amongst interventions. The standard and scoring system to be devised must be deeply rooted in the relevant EbA site specific catchment plan to be endorsed by the Secretariat; and</p> <p>(4) The process description shall include information on the data and materials to be collected and presented for each criterion as part of the validation process;</p> <p>(ii) A third-party audit process/external assessment for the demonstration EbA site specific interventions; and</p> <p>(iii) A sample intervention validation document and supporting information as a template.</p> <p><u>Covenants for inclusion in the FAA:</u></p> <p>(a) The Accredited Entity shall ensure that the provision of grant funding to any EbA interventions (including demonstration projects) under the Programme is subject to a requirement that proposed interventions be first successfully validated under the EbA Intervention Validation Process prior to funding;</p> <p>(b) The Accredited Entity shall ensure that GCF funds intended for grant funding of EbA interventions (including demonstration projects) in a select catchment shall only be disbursed to the Executing Entities or Final Recipients (as applicable) <u>after</u> the completion and submission by the Accredited Entity to the Fund of a catchment specific EbA plan (each, an “<b>EbA Plan</b>”) for that area, in form and substance acceptable to the GCF Secretariat.</p> <p>(c) Prior to approving the EbA plans, the Accredited Entity shall:</p> <p>(i) deliver such plans to the Fund for its review and no-objection. The EbA plans shall include an independent external assessment of the plan and its underlying climate rationale analysis. This external assessment shall (1) be in writing and utilized by the GCF Secretariat to determine whether to non-objecting to a given plan; (2) be conducted by a person or entity previously approved by the GCF Secretariat and funded by the Accredited Entity; (3) confirm the level of availability of site-specific climate information and whether the plan makes use of such data to generate accurate and informative climate risks and vulnerability analysis for resilient development. The Accredited Entity shall incorporate the GCF Secretariat’s comments, if any, in the finalization of such EbA Plans, and</p> <p>(ii) deliver the final copy of the EbA Plans within five (5) days of their approval by the Accredited Entity;</p> <p>(d) The Accredited Entity shall approve the EbA plans only if they contain the following:</p> <p>(i) The catchment EbA plan includes a catchment specific climate rationale, sourcing available historical observed data for the catchment, and utilizes this data to validate the choice of a model that is used to make future projections about key climate parameters related to drought and other hazards such as flood and storms, as the case may be; and</p> <p>(ii) A validated site-specific catchment plan which shall include spatial mapping of the hazard vulnerability of the catchment, and proposed interventions for the catchment that will maintain or restore ecosystem services that reduce the vulnerability of communities to the expected impacts of specific climate hazards.</p> <p>(e) The FAA shall provide for a phased structure of the loan facility as described in the funding proposal, including a disbursement schedule for loan proceeds from GCF to the Accredited Entity subject to milestones, to ensure that the relevant GCF proceeds are disbursed in accordance with pre-agreed terms. In case such milestones are not</p>
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	<p>satisfied in volume, timing or other material condition, GCF shall have the right to suspend or alter the disbursements for the loan facility to the Accredited Entity.</p> <p><u>Condition precedent to first disbursement of GCF Proceeds under the FAA:</u></p> <p>(a) The AE shall submit to the Fund of an updated investment eligibility criteria for the loan facility (Activity 4.1), in a form and substance satisfactory to the GCF Secretariat, taking into consideration all recommendations from TAP. In particular, the referred criteria shall be specific and transparent to provide greater substance to the broad investment objectives currently in the funding proposal.</p>
<b>FP175</b> (NEMA Kenya)	<i>None</i>
<b>FP176</b> (BOAD Niger)	<p><i>independent TAP conditions</i></p> <p><u>Condition precedent to disbursement by GCF of funds for Output 3.3 under the FAA:</u></p> <p>(a) Prior to the disbursement of funds for Output 3.3 of the Funded Activity, the accredited entity shall finalize and submit to the Fund an additional report, in a form and substance satisfactory to the GCF Secretariat containing:</p> <p>(i) an in-depth market and design study that (i) assesses the financial viability of the Agricultural Loan Facility, including consideration of likely default rates, and (ii) proposes a design for the Facility that can maximize potential both to crowd in private finance and to help vulnerable farming communities adapt to climate change.</p> <p>(b) If the market study confirms the potential for the loan facility, then prior to the disbursement of funds for Output 3.3 of the Funded Activity, the AE should provide, in form and substance satisfactory to the Secretariat:</p> <p>(i) a detailed technical assistance programme targeting both lenders and borrowers to ensure successful implementation of the loan component.</p>
<b>FP177</b> (WB Cooling)	<p><i>Board conditions</i></p> <p><u>Condition to be met prior to the execution of the FAA:</u></p> <p>1. Include the following assessments in the cooling sector-related baseline study for each Host Country, to be delivered by the AE to the GCF Secretariat, in form and substance satisfactory to the GCF Secretariat:</p> <p>(a) Identification of the refrigerants in use in the Host Country based on: (i) cooling application; (ii) volume per cooling application; and (iii) cooling-related market segment;</p> <p>(b) Classification of the refrigerants identified under paragraph (a) above, based on their respective Global Warming Potential ("GWP")<sup>3</sup> while noting the relevant phase down schedule as stipulated under the Kigali Amendment to the Montreal Protocol (the "Kigali Amendment");</p> <p>(c) Identification of refrigerants with low GWPs (including zero GWP) that: (i) are not controlled substances under the Kigali Amendment (Annex F of the Montreal Protocol); and (ii) may be used as possible alternatives for those identified under paragraph (a) above for the Project and assess the viability of (and constraints to) using them as alternatives considering: (1) market availability; (2) safety; (3) available capacity to service the cooling equipment; and (4) the relevant policy, legal and/or regulatory framework(s) in the Host Country; and</p> <p>(d) Identification of measures to help address constraints identified in paragraph (c) above through the Project, to the extent possible, such as through strengthened enabling and regulatory frameworks and/or training, as relevant.</p>

<sup>3</sup> See [https://treaties.un.org/doc/Treaties/2016/10/20161015%2003-23%20PM/Ch\\_XXVII-2.f.pdf](https://treaties.un.org/doc/Treaties/2016/10/20161015%2003-23%20PM/Ch_XXVII-2.f.pdf)



	<p><u>Inclusion of the following covenant in the Funded Activity Agreement:</u></p> <p>2. Through each Project, and based on each Host Country's respective cooling sector-related baseline study, which was provided by the Accredited Entity to the Fund prior to the execution of the FAA, promote climate friendly cooling equipment and appliances that either: (i) provide cooling services without the use of refrigerants (for example, fans and passive cooling solutions); and/or (ii) provide cooling services with the use of low GWP refrigerant alternatives (including zero GWP) that are not controlled substances under the Kigali Amendment (Annex F of the Montreal Protocol), as identified in the respective sector-related baseline study, provided that this section (ii) shall not apply to Host Countries and/or Projects for which no viable alternatives could be identified in the respective sector-related baseline study, in which case, the Accredited Entity will work with the Host Country on the measures to address such constraints, to the extent possible, as identified in the respective sector-related baseline study.</p> <p><i>independent TAP conditions</i></p> <p><u>Conditions to be met prior to the execution of the FAA:</u></p> <p>(a) Delivery by the AE to the GCF, in a form and substance satisfactory to the GCF Secretariat, of the following set of annexes, together with a relevantly revised funding proposal pursuant to those annexes:</p> <ul style="list-style-type: none"> <li>(i) A cooling sector-related baseline study for each host country, which shall take into consideration (i) all the comments and recommendations expressed by the TAP in this assessment report and (ii) the methodology for cooling sector baseline assessment considered as the "guidance" in annex 02a (Pimer for Space Cooling) provided by the AE as part of the original submission;</li> <li>(ii) The baseline study for each host country referred to in item (1) above shall estimate, take into account and set out: (i) ongoing trends of cooling degree days and other heat indexes, for the last decades; (ii) correlation between the heat indexes and energy consumption trends for sectors where activities are planned, taking into consideration impact of COVID-19 on energy demand; and (iii) trends of energy consumption by cooling sector and related trends of GHGs where statistics are available;</li> <li>(iii) A comprehensive monitoring and verification plan for demonstrating the mitigation of energy consumption and reduction of GHGs from the cooling sectors of the respective host countries compared with the baseline situation. The monitoring methodology shall consider (i) monitoring of potential leakage and related mitigation measures, and (ii) methodologies for monitoring the mitigation of power consumption at the final beneficiary level; and</li> <li>(iv) Updated sample projects with descriptions of the baseline situation in the sub-sector specific to the relevant sample project and monitoring methodology specific to such sub-sector.</li> </ul>
<b>FP178</b> (AfDB Desert to Power)	<p><i>independent TAP conditions</i></p> <p><u>Inclusion of the following provision in the funded activity agreement:</u></p> <p>(a) No renewable power project dedicated to the production of green hydrogen for export can be co-financed by the GCF contribution to the program.</p> <p><i>Relevant Secretariat conditions</i></p> <p><u>Satisfaction of the following condition prior to the execution of the Funded Activity Agreement:</u></p>



	<p>(a) The Accredited Entity and the GCF Secretariat shall agree on a process to: (i) enable communication of any comments, including from GCF Board members and active observers, on Category A Sub-Projects and B Sub-Projects relating to the Sub-Project Disclosure Package to the Accredited Entity and (ii) take into account such comments in the finalization of the relevant Sub-Project Disclosure Package (the “<b>Communication Process</b>”).</p> <p><u>Inclusion of the following covenants in the funded activity agreement:</u></p> <p>(a) In relation to each Category A Sub-Project and Category B Sub-Project, disclose the Environmental and Social Impact Assessment (“ESIA”) and, if applicable, the Environmental and Social Management Plan (“ESMP”), and, as appropriate, the Land Acquisition and Resettlement Plan (“LARP”) and any other associated information including those relevant to indigenous peoples required to be disclosed pursuant to the GCF Information Disclosure Policy and the GCF Environmental and Social Policy (each, the “<b>Sub-Project Disclosure Package</b>”). The Accredited Entity shall disclose or contractually require the Executing Entities to disclose the Sub-Project Disclosure Package at least one hundred and twenty (120) calendar days for Category A Sub-Projects or thirty (30) calendar days for Category B Sub-Projects prior to its or the relevant Executing Entity’s approval of the relevant Category A Sub-Project or Category B Sub-Project, in English and in local language (if not English), on its or the Executing Entity’s website and in locations convenient to the affected peoples, and submit the Sub-Project Disclosure Package to the Fund for subsequent distribution to the GCF Board and the Fund’s active observers and for publishing in the GCF website;</p> <p>(b) Pursuant to the Communication Process to be agreed by the Parties in relation to Category A Sub-Projects or Category B Sub-Projects, prior to the finalization of each Sub-Project Disclosure Package, deliver such documentation for the review and comment by the Fund and take into account such comments in the finalization of the Sub-Project Disclosure Packages.</p> <p>“<b>Category B Sub-Project</b>” means any sub-project financed under Components 1 or 2 which is Category B (pursuant to the GCF Environmental and Social Risk Categories).</p> <p>“<b>Category A Sub-Project</b>” means any sub-project financed under Components 1 or 2 which is Category A (pursuant to the GCF Environmental and Social Risk Categories).</p>
<p><b>FP179</b> (CRDB Tanzania)</p>	<p><i>independent TAP conditions</i></p> <p><u>Conditions precedent to the execution of the FAA:</u></p> <p>(i) Delivery by the Accredited Entity to the Fund, in a form and substance satisfactory to the GCF Secretariat, of the revised and final version of the Programme’s budget, implementation plan and procurement plan, which have been duly approved by the Accredited Entity, and that shall include and address the contents referred to in paragraphs (A), (B) and (C) below, respectively:</p> <p>A. The final Programme’s budget shall include additional details specifically with respect to: (1) the nature of eligible expenditures (e.g., capacity building for CRDB on climate mainstreaming); (2) targeted number of small farm holders (e.g. for the CSA/ARA capacity building (“<b>CB</b>”) activities) and beneficiaries per agro ecological zones; (3) number of CRDB personnel for ARA and climate mainstreaming per branch office; (4) targeted number of government and/or private stakeholders participating in the CSA/ARA CB and policy making activities under Component 2; (5) automatic weather stations per area per region. Furthermore, given the unpredictable length of COVID-19 mobility restrictions, the final budget shall reduce or remove and reallocate as appropriate the board and lodging and physical workshop</p>



	<p>related expenses (i.e., catering, transport, and venues) of CRDB, farmers, entrepreneurs, MSMEs, corporates, and private, non-profit and government stakeholders that participate in the CB and policy-making activities (under Activities 1.3, and 2.1 to 2.10);</p> <p>B. The final implementation plan shall (i) include sub-activities under the Activities of Components 1 and 2; (ii) align the capacity building activities under Component 2 with the release of grant funds during Year 1 of the Programme; and (iii) establish that the guarantee and insurance facilities (Activities 1.2 and 1.3, respectively) will be launched simultaneously to ensure high effectiveness.</p> <p>C. The final procurement plan shall strategically align the procurement of experts (i.e., climate consultants) and technology (i.e., online platforms/apps, AWS) with final budget and implementation plan referred in paragraphs (A) and (B) above.</p> <p><u>Conditions precedent to the first disbursement of GCF Reimbursable Funds in relation to the GCF Loan to the Accredited Entity:</u></p> <p>(i) Delivery by the Accredited Entity to the Fund, in a form and substance satisfactory to the GCF Secretariat, of the final version of the Programme Implementation Manual (“<b>PIM</b>”), which has been duly approved by the Accredited Entity, and that shall include the contents referred to in paragraph (A) to (E) below:</p> <p>A. An updated market study showing evidence based data and information on the following items:</p> <p>(i) Conclusive mapping per project area of target farmer and agri communities and MSMEs via farmer organizations or cooperative on agri BVC from production, post production, distribution, and markets;</p> <p>(ii) Willingness To Pay (“<b>WTP</b>”) for credit, guarantee and insurance products by specific target farmer groups and agri BVC stakeholders;</p> <p>(iii) Baseline conditions of target Programme’s beneficiaries (i.e., farmer, entrepreneur, MSMEs, corporates) and challenges, and needs due to impacts of climate for each targeted agro ecological regions;</p> <p>(iv) The current and projected impacts of COVID-19 on the agriculture crop production and processing BVC, and markets; and</p> <p>(v) FI products and services catering to the agricultural sector identifying the financing gaps and needs based on the different FI product designs, rates, tenors, collateral requirements, eligible purposes, market coverage, etc.</p> <p>B. Term sheets for the ARA products (i.e. credit, guarantee, and insurance) to be financed under Component 1, which shall contain the following details in a manner consistent with the relevant key terms and conditions set out in the FAA for each of the referred ARA products:</p> <p>(i) ARA Credit Facility term sheet per type of borrower type (including interest rate, available tenors, collaterals, fees, payment schedule, eligible loan activities);</p> <p>(ii) ARA Parametric Insurance Facility term sheet (including risk cover, crop coverage, eligible vulnerable farmers, enrolment fee,</p>
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	<p>protection, index trigger, area yield, manner of payment of claims (e.g. digital cash transfers), and others (e.g., use of proceeds - as additional collateral to debt); and</p> <p>(iii) ARA Guarantee Facility term sheet (including fees, cover, conditions, description of how complementary and/or innovative this guarantee facility will be when compared to PASS' or TADB' guarantee products and services);</p> <p>C. The operational guidelines and processes book for: (i) the ARA facilities under Component 1; (ii) guidance framework<sup>4</sup> for defining, distinguishing, and estimating climate finance for CSA practices, technology needs and business from that of the BaU agriculture activities along the production, processing BVC and markets; (iii) technology systems and platforms for use and application of climate risk assessment tools per project type, area, crops, facilities, infrastructure, and resources;<sup>5</sup> (iv) monitoring and reporting of farmer activities, crops, land under the ARA loans, guarantee facility and in particular for the weather index crop insurance policies; and (v) AWS facilities per project area.</p> <p>D. List of legitimate / registered<sup>6</sup> targeted Agriculture Marketing Cooperatives Societies ("<b>AMCOS</b>") per agro-ecological regions, together with the legitimate prospective list of farmer members, type of agriculture activities and crops planted or agri-businesses engaged in<sup>7</sup>, and breakdown of land leased or owned individually or communally per target project area.</p> <p>E. The final Eligibility Criteria for the Programme, including the identification of an array of appropriate and specific CSA practices and technology needs disaggregated per region per project area that addresses the specific context of vulnerabilities of the target farmers.</p> <p><u>Covenants for inclusion in the FAA:</u></p> <p>(i) The Accredited Entity shall specifically request and use the first disbursement of GCF Non-Reimbursable Funds solely in support of the preparatory and training activities (under Activities 1.3, and 2.1 to 2.5) in relation to the establishment and subsequent implementation of the lending facility and the insurance scheme.</p> <p>(ii) The Accredited Entity shall explore the use of alternative information technology ("<b>IT</b>") media options for a wider reach of Activities 1.3, and 2.1 to 2.10 (in particular under Activity 2.2) for the targeted farmers and entrepreneurs, MSMEs and corporates.</p> <p>(iii) The Accredited Entity shall ensure that implementation of Activity 1.1 (lending facility) only starts after the preparatory and training activities (i.e., Activities 2.1 to 2.5) for Activities 1.1, 1.2 and 1.3 (credit, guarantee and insurance facilities, respectively) have been concluded and such facilities (i.e., guarantee and insurance) are operationally ready to start implementation;</p> <p>(iv) The Accredited Entity shall approve the final version of the PIM only if, among others, it includes the following content:</p>
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<sup>4</sup> CRDB can look for guidance from the GCF, MDB Methodologies for Tracking Climate Finance and other development agencies (i.e., FAO on CSA, WB, UNDP).

<sup>5</sup> See as FP Annex 4 Budget item 2A- 2T

<sup>6</sup> As Per FP Activity 1.3, "AMCOS are highly regulated by The Registrar of Cooperatives."

<sup>7</sup> As per FP Activity 1.3, "All members are engaged in Agriculture with similar crop or activities joining for better production and better common market for their farm produce."



	<p>(a) The overall eligibility criteria for Programme, which shall include among others:</p> <ol style="list-style-type: none"><li>1. the selection criteria of the targeted beneficiary organizations that will participate in the relevant Activities of the Programme, as appropriate, including for agriculture marketing cooperative societies (AMCOs) and/or MSME entrepreneurs;</li><li>2. a requirement for the targeted beneficiary organization to show proof (e.g. registered members, area of coverage) on the number and profile of the farmers being represented by the organization;</li><li>3. a requirement for the targeted beneficiary organizations to meet the 'context of vulnerability' (as defined for the eight (8) agro-ecological 8 project areas of the funding proposal) which the proposed eligible interventions will address; and</li><li>4. the submission by the targeted beneficiary organizations of a written 'statement of intent' showing the intent and ownership of the relevant beneficiaries to implement the proposed activities being requested in order to address the specific vulnerability(ies) and their commitment to participate in the eligible interventions until their finalization;</li></ol> <p>(b) The templates of the respective contractual agreements to be entered into with the final beneficiaries of, or other counterparties involved in, the implementation of the Activities of the Programme included in the table below, which shall at least include adequate provisions to cover the following aspects:</p> <ol style="list-style-type: none"><li>1. the performance target indicators in respect of the specific activity(ies) to be carried out under such relevant agreements; and</li><li>2. the specific provisions set out in the table below for the specific activity(ies) to be carried out under such relevant agreements.</li></ol> <p>(v) The Accredited Entity shall ensure that no funds are disbursed to the targeted beneficiary organizations, or other relevant counterparties, unless they have entered into the relevant contractual agreements in accordance with the respective templates and other requirements contained in the PIM;</p> <p>(vi) The Accredited Entity shall deliver to the Fund, promptly upon its request, the copies of the relevant contractual agreements that have been put in place, in accordance with the PIM, with the targeted beneficiary organizations, or other relevant counterparties, for the Activities of the Programme set out in the table below.</p>	
<b>Table on legal agreements with final beneficiaries and other involved parties</b>		
Activity /ies	Beneficiaries and/or CRDB's Counterparties	Key items to be included in the contractual agreements
1.3, 2.1, 2.3, 2.7	CRDB Insurance Co partners IT system equipment co. AWS supplier	<ul style="list-style-type: none"><li>• Availability of O&amp;M services, including repairs and retrofits of CSA Technology Parts and Services</li><li>• Transferability of licenses to GCF and CRDB (e.g., On line interface, Agriculture Adaptation Routine Data System (AARDS))</li></ul>

<sup>8</sup> AE Response to ITAP Question #3



		CSA Technology supplier Local Government Authorities (LGA), Ministry of Agriculture (MoA)	<ul style="list-style-type: none"> <li>• Support for O&amp;M of project assets by CRDB (e.g. AWS, On-line interface, agri adaptation data system ).</li> <li>• Minimum # of years of service required to stay at the CRDB after training</li> <li>• Gender requirement</li> <li>• Expected workshops/seminars outputs and its applications in their operations or sectors linking the performance indicators</li> </ul>
	2.2	Smallholder farmers and entrepreneurs	<ul style="list-style-type: none"> <li>• Targeted beneficiary AMCO /Organization's proof of registry or membership, land, crops, farming activities, of each of the 1,224,000 smallholder farmers in Tanzania</li> <li>• Context of Vulnerability of the farmers per agro-ecological region that can be addressed by best applicable CSA practices and technology applications, and parametric insurance</li> <li>• Gender requirement</li> <li>• Assessment and identification, of CSA practices and technology needs</li> <li>• Expected workshops/seminars/training outputs and its applications in their operations or sectors linking the performance indicators</li> </ul>
	2.4	CRDB NIC Local Insurance Company/ies	<ul style="list-style-type: none"> <li>• Minimum # of years of service required to stay at the CRDB after training</li> <li>• Non confidentiality agreement on climate data and information on development and piloting of ARA parametric Insurance for policy and regulatory initiatives</li> <li>• Development and sharing of climate services and information ought to be open access to the target beneficiaries and regulatory agencies;</li> <li>• Gender requirement</li> <li>• Expected workshops/seminars outputs and its applications in their respective operations or sectors linking the performance indicators</li> </ul>
	2.5	CRDB Government agencies and divisions	<ul style="list-style-type: none"> <li>• Expected workshops/seminars outputs and its applications in their respective operations or sectors linking the performance indicators</li> </ul>
	2.6	LGA	<ul style="list-style-type: none"> <li>• Expected workshops/seminars outputs and its applications in their respective operations or sectors linking the performance indicators</li> </ul>
	2.7	LGA, MoA FIs, MFIs	<ul style="list-style-type: none"> <li>• Agreement on sharing information in support of Agriculture Adaptation Routine Data System (AARDS)</li> <li>• sharing climate information data and information between TMA, between and amongst agri BVC and water resources stakeholders</li> <li>• Establishing policies and protocols on information sharing</li> <li>• Development and sharing of climate services and information ought to be open access to the target beneficiaries and regulatory agencies;</li> <li>• Gender requirement</li> </ul>



			<ul style="list-style-type: none"> <li>Expected workshops/seminars outputs and its applications in their operations or sectors linking the performance indicators</li> </ul>
	2.8	Tanzania Meteorological Authority (TMA)	<ul style="list-style-type: none"> <li>Agreement on sharing climate information data and information between TMA, between and amongst agri BVC and water resources stakeholders</li> <li>Development and sharing of climate services and information ought to be open access to the target beneficiaries and regulatory agencies;</li> <li>Establishing policies and protocols on information sharing</li> <li>Minimum # of years of service required to stay at the TMA after training</li> <li>Gender requirement</li> <li>Expected workshops/seminars outputs and its applications in their operations or sectors linking the performance indicators</li> </ul>
	2.9	Tanzania Insurance Regulatory Authority  Centers of Excellence	<ul style="list-style-type: none"> <li>Development and sharing of climate services and information ought to be open access to the target beneficiaries and regulatory agencies;</li> <li>Establishing policies and protocols on information sharing</li> <li>Non confidentiality of on data and information on development and piloting of ARA parametric Insurance for policy and regulatory initiatives</li> <li>Minimum # of years of service required to stay at the TMA after training</li> <li>Gender requirement</li> <li>Expected workshops/seminars outputs and its applications in their operations or sectors linking the performance indicators</li> </ul>
	2.10	FSDT FIs	<ul style="list-style-type: none"> <li>Agreement on “<i>sharing climate information data and information between FSDT, FIs and TMA</i>”, between and amongst agri BVC and water resources stakeholders</li> <li>Development and sharing of climate services and information ought to be open access to the target beneficiaries and regulatory agencies;</li> <li>Establishing policies and protocols on information sharing</li> <li>Gender requirement</li> <li>Expected workshops/seminars outputs and its applications in their operations or sectors linking the performance indicators</li> </ul>
<b>FP180</b> (PCA GFCR)	<p><i>Board condition</i></p> <p>(a) The FAA shall at its date of execution only list Sri Lanka as a host country (as well as the other host countries listed in the term sheet) if a revised no-objection letter has been received from the relevant national designated authority or focal point in form and substance satisfactory to the GCF Secretariat in line with the GCF’s Initial no-objection procedure, specifically to additionally include confirmation that their no-objection applies to all projects or activities to be implemented within the scope of the programme, prior to the date of execution of the FAA for the programme in accordance with paragraph 11 of the GCF’s Initial no-objection procedure.</p>		

	<p><i>independent TAP conditions</i></p> <p><u>Satisfaction of the following condition prior to the execution of the FAA:</u></p> <p>(a) The Accredited Entity shall deliver to the satisfaction of the GCF Secretariat, the final versions of the monitoring plan and annexes, eligibility criteria and investment principles for all the GFCR sectors.</p> <p><u>Inclusion of the following covenant in the funded activity agreement:</u></p> <p>(a) The Accredited Entity shall during the lifetime of the project present annual reports including joint impacts of both the grant window and investment window in selected coral reefs.</p>
<p><b>FP181</b> (PCA CRAFT)</p>	<p><i>independent TAP conditions</i></p> <p><u>Satisfaction of the following conditions prior to the execution of the FAA:</u></p> <p>(i) The Accredited Entity will submit an ex-ante Adaptation Impact Assessment Tool, in form and substance acceptable to the GCF Secretariat, covering at least the following information:</p> <ul style="list-style-type: none"> <li>• Information on the company;</li> <li>• Information on product, services and/or technology as appropriate;</li> <li>• Size, purpose and geographical location of proposed investment;</li> <li>• Description and geographical location of target market in NOL country/countries;</li> <li>• Outline of how climate change or climatic variability is affecting this specific market – focus on key climate parameters;</li> <li>• Summary of observed changes or variability in these parameters historically in this sub-national area;</li> <li>• Summary of future projections on these parameters in this sub-national area;</li> <li>• Argument on how specifically these changes/variability are having a negative impact on vulnerable communities/society;</li> <li>• Argument on how the company's products, services or technology will help the community/society of the target market to adapt to these negative impacts; and</li> <li>• Identification of the indicators to be used to validate that the company's products, services or technology have helped the customers successfully adapt to these negative impacts, including at least the following information: <ul style="list-style-type: none"> <li>I. <i>Indicator; and</i></li> <li>II. <i>For each indicator:</i> <ul style="list-style-type: none"> <li>▪ <i>Baseline;</i></li> <li>▪ <i>Mid and end targets;</i></li> <li>▪ <i>Methodology and approach to measurement and verification; and</i></li> <li>▪ <i>Assumptions.</i></li> </ul> </li> </ul> </li> </ul> <p><u>Inclusion of the following covenants in the funded activity agreement:</u></p> <p>(i) The Accredited Entity shall contractually ensure that the CRAFT Fund utilizes GCF CRAFT Holding funds in the following manner only:</p>

	<p>I. Investments to proceed only after the Accredited Entity, representing GCF CRAFT Holdings, has been granted a voting seat in the LPAC and an observer seat on the Investment Committee;</p> <p>II. 100 per cent of GCF proceeds to be invested directly or through the investee company in the host countries; and</p> <p>III. Investments to be approved by the Investment Committee only if the investment due diligence has been completed, including the application of the ex-ante Adaptation Impact Assessment Tool, and has demonstrated that:</p> <ul style="list-style-type: none"> <li>(a) the chosen technology or solution has a realistic potential of adoption in the market in the host country and responds to a clearly identified climate vulnerability in the host country;</li> <li>(b) such use of proceeds is enshrined in the underlying investment agreements with the investee; and</li> <li>(c) the investee company has agreed to offer a voting Board seat to CRAFT after the execution of the investment, to ensure appropriate governance.</li> </ul> <p>(ii) The Accredited Entity shall contractually ensure that:</p> <p>The Accredited Entity has the right to review and comment on proposed investments through its observer seat on the Investment Committee for any proposed CRAFT investment using GCF proceeds, and will note for each investment in writing whether it reasonably believes that any of the criteria listed under Covenant (i) iii. (a), (b) or (c) are not met; and CRAFT's regular reporting to the Accredited Entity and the Accredited Entity's reporting to the GCF provide a detailed update on the use of GCF proceeds and their impact, including copies of the AE representative's comments on investments proposed in the Investment Committee.</p> <p><i>Relevant Secretariat Condition</i></p> <p><u>Conditions precedent for first disbursement of the GCF Proceeds:</u></p> <p>Delivery by the Accredited Entity to the Fund, in form and substance satisfactory to the GCF Secretariat, of (A) the CRAFT Fund's Environmental and Social Management System ("ESMS") incorporating the policy requirements of GCF including a Resettlement Policy Framework and (B) an Indigenous Peoples Planning Framework that more explicitly outlines the Accredited Entity's existing approach to Indigenous Peoples to align with the GCF Indigenous Peoples Policy.</p>
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2. In addition, it is recommended that, for all approved funding proposals, disbursements by the GCF should be made only after the GCF has obtained satisfactory protection against litigation and expropriation in the country where the project/programme will be implemented, or has been provided with appropriate privileges and immunities in that country.

3. It is also recommended that the accredited entity implements the following recommendations during the implementation of the relevant project or programme.

**Table 3. Project-specific recommendations**

FP number	Recommendations
<b>FP169</b> (SPC Micronesia)	<i>None</i>
<b>FP170</b> (UNDP Thailand)	<i>independent TAP recommendation</i>  The risk of cross posting or poaching of TMD and RID and other relevant agency personnel trained under this project may put at risk the effectiveness of this capacity-building. The independent TAP recommends that appropriate



	safeguards need to be in place, such as a minimum number of years for remaining in a post.
<b>FP171</b> (UNEP Timor-Leste)	<i>None</i>
<b>FP172</b> (AEPC Nepal)	<i>None</i>
<b>FP173</b> (IDB Amazon Bioeconomy)	<i>None</i>
<b>FP174</b> (CABEI Dry-corridor)	<i>None</i>
<b>FP175</b> (NEMA Kenya)	<i>None</i>
<b>FP176</b> (BOAD Niger)	<i>None</i>
<b>FP177</b> (WB Cooling)	<i>None</i>
<b>FP178</b> (AfDB Desert to Power)	<i>independent TAP recommendation</i>  The AE may want to consider a review of their stakeholder engagement process in the development of large-scale, multi-country, multi-project programs, in order to ensure that they fully cover the needs of the varied stakeholders affected by these programs, including active engagement of civil society.
<b>FP179</b> (CRDB Tanzania)	<i>None</i>
<b>FP180</b> (PCA GFCR)	<i>None</i>
<b>FP181</b> (PCA CRAFT)	<i>None</i>